

**PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA
COMMISSION DIRECTIVE**

ADMINISTRATIVE MATTER

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DATE

May 22, 2019

MOTOR CARRIER MATTER

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DOCKET NO.

2019-150-E

UTILITIES MATTER

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ORDER NO.

2019-374

THIS DIRECTIVE SHALL SERVE AS THE COMMISSION'S ORDER ON THIS ISSUE.

SUBJECT:

Docket No. 2019-150-E - Application of South Carolina Generating Company, Incorporated for Authority to Refinance Debt and Enter Into a Note Agreement - Staff Presents for Commission Consideration South Carolina Generating Company, Incorporated's Application for Refinancing and Enter into Note Agreement.

COMMISSION ADVISED

The South Carolina Generating Company, Inc. ("GENCO") is seeking to refinance a portion of existing debt and to return a \$20 million equity advance from SCANA Corporation via an inter-company loan with Dominion Energy, Inc. The terms of this Note include a maximum principal amount of not more than \$230 million and a fixed market interest rate not expected to exceed 4.5 percent. Planned issuance date is June 1, 2019 with a maturity of not later than June 1, 2024.

In addition to refinancing existing short-term debts maturing on June 1 of this year, the approval of this Application would benefit ratepayers by realigning GENCO with a more favorable capital structure, which consisted of 29.71 percent debt and 70.29 percent equity as of December 31, 2018. Refinancing the Company's existing debt at a reasonable interest rate and reducing the equity ratio by returning the equity advance will increase the debt ratio, thereby lowering the cost of capital.

I note that the Office of Regulatory Staff recommends approval of this refinance.

Given the information presented by GENCO and the Office of Regulatory Staff's recommendation, I move that we approve the Application.

PRESIDING: RandallSESSION: RegularTIME: 2:00 p.m.

	MOTION	YES	NO	OTHER
BELSER	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
ERVIN	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
HAMILTON	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
HOWARD	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
RANDALL	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
WHITFIELD	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	

WILLIAMS

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(SEAL)

RECORDED BY: J. Schmieding

